

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2003

	December-03					September-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Month		Market Value	Allocation	Quarter		FYTD	FY03	Ended	Ended
		Actual	Policy	Net ROR	Net ROR				Net ROR	Net	Net	6/30/2003	6/30/2003
LARGE CAP DOMESTIC EQUITY													
<i>Structured Growth</i>													
Los Angeles Capital	9,427	3.1%	3.0%	9.12%	2.14%	8,636	3.1%	3.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	N/A
Total Structured Growth	9,427	3.1%	3.0%	9.12%	2.14%	8,636	3.1%	3.0%	4.99%	14.56%	-1.88%	-21.24%	N/A
Russell 1000 Growth				10.41%	3.46%				3.92%	14.74%	2.94%	-21.54%	N/A
<i>Structured Value</i>													
LSV	9,522	3.2%	3.0%	15.66%	5.32%	8,243	2.9%	3.0%	3.75%	19.99%	-2.25%	8.84%	N/A
Russell 1000 Value				14.19%	6.16%				2.06%	16.55%	-1.02%	-0.19%	N/A
<i>S&P 500 Index</i>													
State Street	42,666	14.2%	14.0%	12.16%	5.24%	38,036	13.5%	14.0%	2.64%	15.11%	0.23%	-11.28%	N/A
S&P 500				12.18%	5.24%				2.64%	15.15%	0.25%	-11.20%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	61,614	20.6%	20.0%	12.20%	4.77%	54,915	19.5%	20.0%	3.15%	15.74%	-0.48%	-9.33%	N/A
S&P 500				12.18%	5.24%				2.64%	15.15%	0.25%	-11.20%	N/A
SMALL CAP DOMESTIC EQUITY													
<i>Manager-of-Managers</i>													
SEI	31,403	10.5%	10.0%	14.82%	2.30%	27,345	9.7%	10.0%	9.48%	25.71%	0.09%	N/A	N/A
Russell 2000 + 200bp				15.07%	2.20%				9.60%	26.12%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	31,403	10.5%	10.0%	14.82%	2.30%	27,345	9.7%	10.0%	9.48%	25.71%	0.09%	-3.49%	N/A
Russell 2000				14.52%	2.03%				9.07%	24.91%	-1.63%	-3.30%	N/A
CONVERTIBLES													
TCW	30,728	10.3%	10.0%	9.98%	3.77%	27,937	9.9%	10.0%	1.85%	12.02%	10.23%	-9.51%	N/A
First Boston Convertible Index				8.54%	2.79%				2.67%	11.44%	15.46%	-3.77%	N/A
INTERNATIONAL EQUITY													
<i>Large Cap - Active</i>													
Capital Guardian	25,150	8.4%	8.0%	13.03%	5.32%	22,161	7.9%	8.0%	8.14%	22.23%	-10.31%	-15.85%	N/A
MSCI EAFE - 50% Hedged				13.15%	5.76%				6.58%	20.59%	-11.24%	-15.51%	N/A
<i>Small Cap - Value</i>													
Lazard	3,221	1.1%	1.0%	14.50%	5.09%	3,008	1.1%	1.0%	9.92%	25.86%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				13.31%	6.10%				15.95%	31.39%	N/A	N/A	N/A
<i>Small Cap - Growth</i>													
Vanguard	3,456	1.2%	1.0%	14.06%	6.08%	2,918	1.0%	1.0%	14.95%	31.12%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				13.31%	6.10%				15.95%	31.39%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	31,827	10.6%	10.0%	13.28%	5.37%	28,087	10.0%	10.0%	8.97%	23.44%	-9.20%	-15.51%	N/A
MSCI EAFE - 50% Hedged				13.15%	5.76%				6.58%	20.59%	-11.24%	-15.51%	N/A
DOMESTIC FIXED INCOME													
<i>Core Bond</i>													
Western Asset	66,988	22.3%	22.5%	1.62%	1.41%	65,662	23.4%	22.5%	-0.16%	1.45%	12.77%	11.23%	N/A
Lehman Aggregate				0.32%	1.02%				-0.14%	0.17%	10.39%	10.07%	N/A
<i>Index</i>													
Bank of ND	35,897	12.0%	13.5%	0.07%	1.04%	35,920	12.8%	13.5%	-0.46%	-0.40%	13.26%	10.87%	N/A
Lehman Gov/Credit				-0.03%	0.99%				-0.50%	-0.53%	13.14%	10.82%	N/A
<i>BBB Average Quality</i>													
Strong	27,728	9.3%	9.0%	1.46%	1.64%	27,526	9.8%	9.0%	0.02%	1.48%	17.91%	N/A	N/A
Lehman US Credit BAA				1.22%	1.41%				0.27%	1.50%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	130,612	43.6%	45.0%	1.15%	1.36%	129,107	45.9%	45.0%	-0.21%	0.96%	13.18%	10.80%	N/A
Lehman Gov/Credit				-0.03%	0.99%				-0.50%	-0.53%	13.14%	10.82%	N/A
CASH EQUIVALENTS													
<i>Bank of ND</i>													
90 Day T-Bill	13,541	4.5%	5.0%	0.29%	0.10%	13,771	4.9%	5.0%	0.30%	0.59%	1.57%	3.26%	N/A
				0.26%	0.10%				0.25%	0.50%	1.52%	3.33%	N/A
TOTAL NDACo FUND	299,725	100.0%	100.0%	6.69%	2.75%	281,162	100.0%	100.0%	2.64%	9.50%	6.76%	-0.26%	N/A
POLICY TARGET BENCHMARK				5.71%	2.44%				2.06%	7.89%	6.53%	0.64%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.